

NEOCHIM AD

SEPARATE STATEMENT OF CASH FLOWS

for the year ended 31 December 2010

	Notes	2010 BGN'000	2009 BGN'000
Cash flows from operating activities			
Cash receipts from customers		194 695	118 122
Cash paid to suppliers		(156 562)	(120 013)
Cash paid to employees and for social security		(14 681)	(15 992)
Taxes refunded (except income taxes)		11 131	4 804
Taxes paid (except income taxes)		(6 379)	(4 939)
Income taxes refunded/(paid)		135	(4 534)
Interest and charges paid on loans for working capital		(1 144)	(367)
Interest received		2	198
Other proceeds/(payments), net		(420)	(194)
Net cash flows from/(used in) operating activities		26 777	(22 915)
Cash flows from investing activities			
Purchases of property, plant and equipment		(4 176)	(5 096)
Proceeds from sales of property, plant and equipment		462	481
Net cash flows used in investing activities		(3 714)	(4 615)
Net cash flows from financing activities			
Proceeds from short-term bank loans		111 870	66 900
Repayment of short-term bank loans		(123 670)	(46 600)
Proceeds from short-term loans from related parties		17 470	7 000
Repayment of short-term loans from related parties		(22 470)	(2 000)
Proceeds from long-term investment purpose bank loans		490	-
Repayment of long-term investment purpose bank loans		(4 100)	(3 611)
Interest and charges paid on long-term investment purpose loans		(477)	(531)
Payments of finance lease liabilities		(336)	(526)
Financing received		-	293
Dividends paid		(1)	(31)
Net cash flows (used in)/from financing activities		(21 224)	20 894
Net increase/(decrease) in cash and cash equivalents		1 839	(6 636)
Cash and cash equivalents at 1 January		523	7 159
Cash and cash equivalents at 31 December	21	<u>2 362</u>	<u>523</u>

The accompanying notes on pages 5 to 59 form an integral part of these financial statements.

The financial statements on pages 1 to 59 were approved for issue by the Board of Directors and signed on its behalf on 24 March 2011 by:

Chief Executive Director:

(Dimitar Dimitrov)



Chief Accountant (preparer):

(Zlatka Ilieva)

AUDITED BY AFA
24/03/2011